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November 21, 2006

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When calling relative to this
matter refer to No. 1409

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

**RE: James Lime Formation, Reservoir A
Hosston Formation, Reservoir A
Cotton Valley Formation, Reservoir A
Indian Creek Field
Jackson Parish, Louisiana**

APPLICATION FOR PUBLIC HEARING

Dear Sir:

Devon Energy Production Company, L.P. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the James Lime Formation, Reservoir A, the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana:

1. To establish nine additional drilling and production units for the exploration for and production of gas and condensate from the James Lime Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana, to be designated JL RA SUJ thru JL RA SUR, as shown outlined on the plat attached hereto and made a part hereof;
2. To establish five additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana, to be designated HOSS RA SUJ thru HOSS RA SUR, as shown outlined on the plat attached hereto and made a part hereof;
3. To establish nine additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana, to be designated CV RA SUJ thru CV RA SUR, as shown outlined on the plat attached hereto and made a part hereof;

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4. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation;
5. To extend to the proposed units the field rules established by (a) Office of Conservation Order No. 1177-C with respect to the James Lime Formation, Reservoir A, (b) Office of Conservation Order No. 1177-B with respect to the Hosston Formation, Reservoir A, except to the extent to which well spacing rules for said reservoir are to be amended as hereinafter stated, and (c) Office of Conservation Order No. 1177-C with respect to the Cotton Valley Formation, Reservoir A, in the Indian Creek Field;
6. To amend the well spacing provisions of Office of Conservation Order No. 1077 to make Statewide Order No. 29-E spacing applicable to all existing Hosston Formation, Reservoir A, units in the Indian Creek Field; and
7. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The James Lime Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana, was defined in Office of Conservation Order No. 1177-C, effective March 28, 2006.

The Hosston Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana, was defined in Office of Conservation Order No. 1177, effective April 2, 1982.

The Cotton Valley Formation, Reservoir A, in the Indian Creek Field, Jackson Parish, Louisiana, was defined in Office of Conservation Order No. 1177-A, effective March 28, 2006.

Any pertinent data relating to this matter can be obtained, at the cost of the requesting party, from Mr. Dennis Dilday, Devon Energy Production Company, L. P., 1200 Smith Street, Houston, Texas 77002, telephone number (713) 265-6835.

The Hosston Formation, Reservoir A, was defined by Order No. 1077, effective April 2, 1982, at which time well spacing rules for the zone were established as 1000 feet from unit lines and 2000 feet between wells. Subsequently additional units were formed for the Hosston Formation by Office of Conservation Order No. 1077-B, effective March 28, 2006, and while the additional units were located in close proximity to the initial pattern of Hosston Formation, Reservoir A, units formed in 1982, the new units were identified as Hosston Formation, Reservoir B, and spacing rules were adopted pursuant to Statewide Order No. 29-E. On March 28, 2006, units were formed for the

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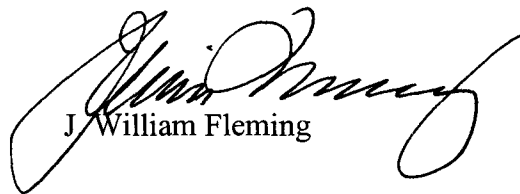
James Lime Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, as well and Statewide Order No. 29-E was made applicable to those units. For these reasons, it is proposed that the well spacing provisions of Order No. 1077 be amended to make Statewide Order No. 29-E applicable to all Hosston Formation, Reservoir A, units in the Indian Creek Field.

No pre-application conference was requested in connection with this matter and none was held.

The list which is attached to the copy of this letter being mailed to the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this notice, with plat attached, is being sent to each party on the list. Pursuant to Office of Conservation regulations, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. The application fee is enclosed.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY



J. William Fleming

jwf:s

Enclosures

cc: James C. Broussard, District Manager
Interested Owners, Represented
Parties and Interested Parties
Mr. Dennis Dilday
Mr. Craig Barclay

